

PROPOSED TAX CARD Tax Year 2007

For Client and Staff
1122

<u>TAX RATES FOR IND. OTHER THAN SALARIED PERSON & AOP</u>				<u>TAX RATES FOR SALARIED CLASS</u>			
<u>Income group</u>		<u>Tax Rate</u>	<u>Income group</u>		<u>Tax Rate</u>		
Up to	Rs. 100,000	0%	Up to	Rs. 150,000	0%		
Rs. 100,001 to	Rs. 110,000	0.5%	Rs. 150,001 to	Rs. 200,000	0.25%		
Rs. 110,001 to	Rs. 125,000	1.0%	Rs. 200,001 to	Rs. 250,000	0.50%		
Rs. 125,001 to	Rs. 150,000	2.0%	Rs. 250,001 to	Rs. 300,000	0.75%		
Rs. 150,001 to	Rs. 175,000	3.0%	Rs. 300,001 to	Rs. 350,000	1.50%		
Rs. 175,001 to	Rs. 200,000	4.0%	Rs. 350,001 to	Rs. 400,000	2.50%		
Rs. 200,001 to	Rs. 300,000	5.0%	Rs. 400,001 to	Rs. 500,000	3.50%		
Rs. 300,001 to	Rs. 400,000	7.5%	Rs. 500,001 to	Rs. 600,000	4.50%		
Rs. 400,001 to	Rs. 500,000	10.0%	Rs. 600,001 to	Rs. 850,000	6.00%		
Rs. 500,001 to	Rs. 600,000	12.5%	Rs. 850,001 to	Rs. 950,000	7.50%		
Rs. 600,001 to	Rs. 800,000	15.0%	Rs. 950,001 to	Rs. 1,050,000	9.00%		
Rs. 800,001 to	Rs. 1,000,000	17.5%	Rs. 1,050,001 to	Rs. 1,200,000	10.00%		
Rs. 1,000,001 to	Rs. 1,300,000	21.0%	Rs. 1,200,001 to	Rs. 1,500,000	11.00%		
Rs. 1,300,001		25.0%	Rs. 1,500,001 to	Rs. 1,700,000	12.50%		
			Rs. 1,700,001 to	Rs. 2,000,000	14.0%		
			Rs. 2,000,001 to	Rs. 3,150,000	15.0%		
			Rs. 3,150,001 to	Rs. 3,700,000	16.0%		
			Rs. 3,700,001 to	Rs. 4,450,000	17.5%		
			Rs. 4,450,001 to	Rs. 8,400,000	18.5%		
			Rs. 8,400,001 to above		20.0%		

- Special tax rebate of 75% of the tax payable shall be allowed for assessee of 60 years of age or above and earning income upto Rs. 400,000/- per annum.

- The rate of tax as prescribed by section 113A for qualifying under IT is .75% of the Turnover, provided the turnover does not exceed 5 Million, per annum.

- The rate of tax as prescribed by section 113B for qualifying under IT is .1% of the Turnover, provided the turnover exceeds 5 Million, per annum.

- The income of the working women other than salaried class to the extent of Rs. 125,000/- will be exempt from tax.

- The income of the working women in case of salaried class to the extent of Rs. 200,000/- will be exempt from tax.

	<u>COMPANIES</u>				
	<u>TAX YEAR</u>				
	2003	2004	2005	2006	2007
Banking Company	47%	44%	41%	38%	35%
Public Company other than a banking company	35%	35%	35%	35%	35%
Private Company other than a banking company	43%	41%	39%	37%	35%

OR

Minimum tax under section 113 @0.5% of the turnover whichever is higher

<u>RATE OF TAX ON SHIPPING OR AIR TRANSPORT</u>	
The rate of tax imposed under section 7 shall be:	
- In the case of shipping	8% of the gross amount received or receivable;
- In the case of air transport	3% of the gross amount received or receivable;

<u>Stage</u>	<u>RATES OF APPEAL FEE</u>
Commissioner (Appeals) /Addl. Commissioner	- Rs. 1,000 or 10% of tax levied whichever is less - Where no tax is payable - Rs. 1,000/- for companies - Rs. 200/- for other cases
Income Tax Appellate Tribunal.	- Rs. 2,500/- or 10% of the tax levied whichever is less. - Where no tax is levied Rs. 2,000/- for Companies and Rs. 500/- for others

<u>Particulars</u>	<u>RATES FOR DEDUCTION OF TAX AT SOURCE</u>	<u>Rate</u>
- Other dividend income		10%
- Dividend income in case received by public Companies or Insurance Companies		5%
- Raffle lottery or crossword puzzle, Sales promotion schemes		20%
- Yield on a National Saving Deposit Certificate, including a Defence Saving Certificate, under the National Saving Scheme.		0.75%
- Interest on an account or deposits with banks / financial institutions		10%
- Profit on any security issued by the Federal Government, a Provincial Government or a local authority to any person other than a financial institution.		10%
- Profit on any bond, certificate, debenture, security or instrument of any kind (not a loan agreement between a borrower and a banking company or a development finance institution) by a banking company, financial institution, finance society or company as defined in the 2001 Ordinance, other than to a financial institution.		10%
- Tax rate for the small companies		20%
- Rent		5%
- Brokerage & Commission		10%
- On Export of Raw Cotton and Cotton Yarn		1.5%
- Brokerage & Commission-for Travel and Insurance Agents		10%
- On Contracts of all types		6%
- Telephone Bills/Prepaid payphone Cards		10%
- Cash withdrawal from Bank		0.2%
- Supply of Rice, Cotton and Cotton seed		1.5%
- Edible oils		1%
- Other supplies		3.5%
- Imports other than following		6%
- Tractors		2%
- DAP Phosphate		2%
- Plant and Machinery		0%
- Services rendered:		
- Transport Services		2%
- Other Services		6%
- Import of edible oils		2%
- Payments to non-residents for execution of:		
- Turnkey Contract		6%
- Contract, Sub-Contract for the design, Construction or supply of plant & equipment:		
- Under a hydel power project or a transmission line project		6%
- Under any other power project		6%
- Any other contract:		6%
- Advertisement by the Private TV Channels		6%
- Petroleum Products		10%
- Royalties / Fee for technical services		15%
- On payment other than salary, dividend, supplies, services execution of contracts, property, prize money, winning from raffles, lottery or cross word puzzles.		30%
- On purchase of Cars		6%
Other rates		
- On Sale and purchase of shares		0.01%